STATE OF SOUTH DAKOTA
COUNTY OF HUTCHINSON
CITY OF FREEMAN
GAS UTILITY REVENUE REFUNDING BONDS, SERIES 2003

BOND INFORMATION STATEMENT

State of South Dakota
SDCL 6-8B-19

Return to: Secretary of State
State Capitol
500 E. Capitol
Pierre, SD 57501-5077

FILING FEE: $1.00

TELEPHONE: #(605) 773-3537

Every public body, authority, or agency issuing any general obligation, revenue, improvements, industrial revenue, special assessment, or other bonds of any type shall file with the Secretary of State a bond information statement concerning each issue of bonds.

1. Name of issuer: City of Freeman.

2. Designation of issue: Gas Utility Revenue Refunding Bonds, Series 2003.

3. Date of issue: May 15, 2003

4. Purpose of issue: the proceeds of this issue combined with interest earnings and proceeds of a general obligation Bond issue previously issued, will be used for the purpose of paying the costs of refunding Gas Utility Revenue Bonds, Series 1997 dated August 20, 1997 and Gas Utility Revenue Bonds Series 1998 dated December 1, 1998.

5. Type of bond: tax-exempt.

6. Principal amount and denomination of bond: $ 620,000.00.

7. Paying dates of principal and interest:

   See attached Schedule.

8. Amortization schedule:

   See attached Schedule.

9. Interest rate or rates, including total aggregate interest cost:

   See attached Schedule.

This is to certify that the above information pertaining to the Gas Utility Revenue Refunding Bonds is true and correct on this 29th day of May 2003.

Evelyn Duerksen

By: Evelyn Duerksen
Its: Finance Officer

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$620,000

City of Freeman, South Dakota
Gas Utility Revenue Refunding Bonds, Series 2003
(Natural Gas Project) Refunding of Series 1997

DEBT SERVICE SCHEDULE

Date	Principal	Coupon	Interest	Total P+I
6/01/2003	-	-	-	-
12/01/2003	50,000.00	2.500%	10,393.44	60,393.44
6/01/2004	-	-	8,920.00	8,920.00
12/01/2004	50,000.00	2.500%	8,920.00	58,920.00
6/01/2005	-	-	8,295.00	8,295.00
12/01/2005	50,000.00	2.500%	8,295.00	58,295.00
6/01/2006	-	-	7,670.00	7,670.00
12/01/2006	55,000.00	2.500%	7,670.00	62,670.00
6/01/2007	-	-	6,982.50	6,982.50
12/01/2007	55,000.00	3.000%	6,982.50	61,982.50
6/01/2008	-	-	6,157.50	6,157.50
12/01/2008	55,000.00	3.000%	6,157.50	61,157.50
6/01/2009	-	-	5,332.50	5,332.50
12/01/2009	55,000.00	3.000%	5,332.50	60,332.50
6/01/2010	-	-	4,507.50	4,507.50
12/01/2010	60,000.00	3.350%	4,507.50	64,507.50
6/01/2011	-	-	3,502.50	3,502.50
12/01/2011	60,000.00	3.550%	3,502.50	63,502.50
6/01/2012	-	-	2,437.50	2,437.50
12/01/2012	65,000.00	3.700%	2,437.50	67,437.50
6/01/2013	-	-	1,235.00	1,235.00
12/01/2013	65,000.00	3.800%	1,235.00	66,235.00
Total	620,000.00	-	120,473.44	740,473.44

YIELD STATISTICS

Accrued Interest from 05/15/2003 to 05/29/2003	742.39
Bond Year Dollars	$3,612.56
Average Life	5.827 Years
Average Coupon	3.3348536%
Net Interest Cost (NIC)	3.5767655%
True Interest Cost (TIC)	3.5976377%
Bond Yield for Arbitrage Purposes	3.1559808%
All Inclusive Cost (AIC)	3.7921590%

IRS FORM 8038

Net Interest Cost	3.1755168%
Weighted Average Maturity	5.768 Years